J. W. SEIBERT, III

A PROFESSIONAL LAW CORPORATION

307 Texas St. P. O. Box 2038 Vidalia, LA 71373 **APRIL 6, 2001**

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Hon. Phillip N. Asprodites, Commissioner Louisiana Department of Conservation P. O. Box 94275 Baton Rouge, LA 70804-9275

Re:

Application of JMR OIL, INC. relative to the creation of two (2) drilling and production units for the Stewart B Sand, Reservoir A, of the Wilcox Formation in the Stacy Field, Concordia Parish, Louisiana

Dear Sir:

In conformity with the applicable statutes and the rules and regulations of the Department of Conservation, this letter is to request on behalf of JMR OIL, INC., whose business mailing address is P. O. Box 578, Jonesville, Louisiana, 71343, that a hearing be held relative to the following matters in the Stacy Field, Concordia Parish, Louisiana, to-wit:

- 1) The creation of two (2) drilling and production units for the Stewart B Sand, Reservoir A, of the Wilcox Formation, said units to be situated in Section 7 of Township 7 North, Range 8 East, Concordia Parish, Louisiana, and to have the configurations set forth on the plat attached hereto and made a part hereof.
- 2) That the order creating the said units specify that said units be given the following names, to-wit:

Stew B RA SU A Stew B RA SU B

- 3) That the order approve the following named wells as production wells for the aforesaid units, to-wit:
 - a) The JMR OIL, INC.; Brushy Bayou No. 1 Well be designated as the unit well for the sand unit designated Stew B RA SU A. The location of this well is set forth on the attached survey descriptions relative to the proposed units and proposed unit wells.

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- b) The JMR OIL, INC.; Brushy Bayou No. 4 Well be designated as the unit well for the sand unit designated Stew B RA SU B. The location of this well is set forth on the attached survey descriptions relative to the proposed units and proposed unit wells.
- 4) That as indicated by No. 3) above, JMR OIL, INC. be designated as the production operator of the unit wells producing from the Stew B RA SU A and Stew B RA SU B.
- 5) That as operator, JMR OIL, INC. be given permission to drill an alternate unit well for the Stewart B Sand, Reservoir A, in proposed Stew B RA SU B at the following location, to-wit:

From the southeast corner of Section 7, T7NR8E, Concordia Parish, Louisiana, go North along the east boundary of Section 7 for 1350 feet; thence west at right angles for 995 feet to the location in Section 7.

- 6) That with the exception of the proposed alternate unit well location described in 5) above, any future wells drilled within or outside the units sought to be created should be located not less than 330 feet from any unit boundary and not less than 660 feet from any other well completed in, drilling to or for which a permit has been granted to drill to the Stewart B Sand, Reservoir A; provided, however, that no unit boundary tolerance should apply to common unit boundaries of units having identical interests.
- 7) To consider such other matters as may be necessary and pertinent.

This application is based upon a reasonable interpretation of geological data which will permit, at a minimum of cost in wells, the orderly development of and recovery from the Stewart B Sand, Reservoir A, in the Stacy Field, Concordia Parish, Louisiana. For your further information, the Stewart B Sand, Reservoir A, in the Stacy Field, Concordia Parish, Louisiana, is hereby defined as being that oil bearing sand encountered between the measured depths of 3970 feet and 4050 feet (electric log measurement) in the JMR OIL, INC.; Brushy Bayou No. 4 Well, and being the proposed unit well for Stew B RA SU B.

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Although the type hearing envisioned hereby would normally require a pre-application notice, all interested owners, interested parties and represented parties have expressed their agreement with the proposed application, and that consequently the applicant desires that the normal pre-application procedure be waived and this application be filed without the necessity of complying with Rules 7a and 7d of the Rules of Procedure for conducting hearings before the Commissioner of Conservation of the State of Louisiana, effective October 11, 1983. Nonetheless, a list of all interested owners, interested parties and represented parties is attached.

As indicated before, a copy of a plat setting forth the proposed units, the survey descriptions of the proposed units and the locations of all existing and proposed wells, and a list of all interested owners, interested parties and represented parties are attached hereto. Also enclosed are letters from the mineral and royalty owners expressing their concurrence in this application. However, it is the further understanding of the applicant that although the preapplication procedure may be waived, it will be incumbent upon the applicant that once this matter is docketed for hearing, the applicant shall post, publish and mail notice of the hearing to the interested owners, interested parties and represented parties.

Finally, a check in the amount of \$700.00 to cover the cost of this application as prescribed by the rules and regulations of the Department of Conservation is also enclosed.

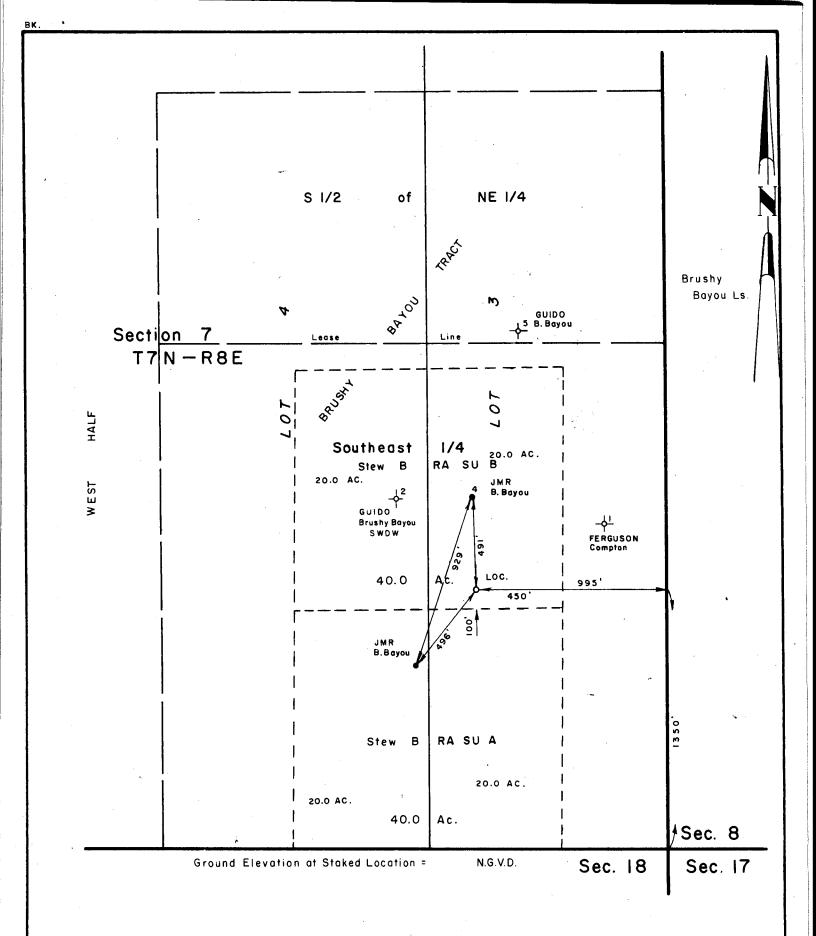
Very truly yours,

Seibert III

JWS/fe Enclosures

cc:

Interested Parties, Interested Owners and Represented Parties
JMR OIL, INC.
Mr. Charles McGough



DESCRIPTION OF LOCATION: From the southeast corner of Section 7, T7N-R8E, Concordia Parish, Louisiana, go North along the east boundary of Section 7 for 1350 feet; thence west at right angles for 995 feet to the location in Section 7.

Malcolm G. Barlow, Reg. P.L.S. # 3404

Well Location For

Stacy Field

Scale : 1" = 500'

JMR OIL, INC.

STEW B RA SU B, Brushy Bayou No 6 ALT

Docket No. -Exhibit No

7, T7N-R8E Section Concordia Parish, Louisiana

December 2000

JORDAN, KAISER & SESSIONS Civil Engineers & Professional Land Surveyors Post Office Box 1267, Natchez, MS 39121

MALCOLM G. BARLOW REG. NO. 3404 71-8B REGISTERED

Revised: 3/20/01

S 1/2 of NE 1/4 Brushy Bayou Ls. Section T7N-R8E Southeast 1/4 20.0 AC. 20.0 AC. JM R B. Boyou GUIDO Brush 505 SU B 🖁 Stew B RA 40.0 Ac. 539 Stew B RA SU A 20.0 AC. 20.0 AC. 40.0 Ac. Sec. 8 Sec. 17 Sec. 18

> Map Of Proposed STEWART B SAND UNITS For LMR OIL, INC. Stacy Field

Concordia Perish, Louisiana

December 2000

7, T7N-RBE



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Exhibit No.